

CHILD CARE BOARD

Financial Statements

For the year ended 31 March, 2016

CHILD CARE BOARD

Financial Statements

For the year ended 31 March, 2016

(expressed in Barbados dollars)

Contents

	Page
Auditor's Report	2
Statement of Receipts and Payments – Summary	3
Statement of Receipts and Payments – General account	4
Statement of Receipts and Payments – Car loans account	5
Statement of Receipts and Payments – Donations and gifts account	6
Notes to Financial Statements	7 - 9



Chartered Accountants

INDEPENDENT AUDITORS' REPORT

To Child Care Board

We have audited the accompanying financial statements of Child Care Board, which comprise the statement of Receipts and Payments for the year ended 31 March 2016 and a summary of significant accounting policies and other explanatory notes.

Management's responsibility for the financial statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards. This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

This report is made solely to the Child Care Board. Our audit work has been undertaken so that we might state to the company's shareholders those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Child Care Board and its shareholders for our audit work, for this report or for the opinion we have formed.

Auditors' responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement. An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion except as noted below.

The Child Care Board's policy is to prepare the accompanying statements on the cash receipts and payments basis. On this basis revenue is recognized when received and not necessarily when earned, and expenses are recognized when paid and not necessarily when incurred. Therefore, these financial statements and the notes to the financial statements are not prepared in accordance with International Financial Reporting Standards and do not reflect amounts for assets or liabilities at the year-end date that would normally be required to be disclosed in a Balance Sheet together with the applicable transactions in the Statement of Income. Consequently, with the exception of the bank deposits, these financial statements cannot be relied on for any assurance in respect of the existence, valuation or completeness of any other assets, liabilities or other accrued transactions of the Child Care Board.

Opinion

In our opinion, the accompanying statement gives a true and fair view of the revenue collected and expenses paid by the Child Care Board during the year ended 31 March 2016 in accordance with the cash receipts and payments basis but not in accordance with International Financial Reporting Standards as noted above.

13 October 2016
Bridgetown, Barbados

P.O.Box 5049, Warrens Tower II, St. Michael BB28000, Barbados

Tel: 246-421-8894, Fax: 246-421-8851

Email: rbanc@caribsurf.com

CHILD CARE BOARD

Statement of Receipts and Payments - Summary

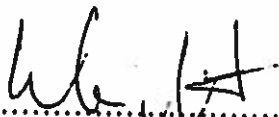
For the year ended 31 March, 2016

(expressed in Barbados dollars)

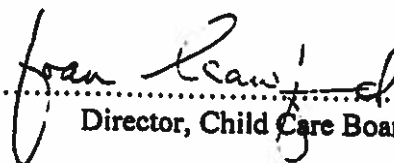
	2016 \$	2015 \$
Receipts		
General account	22,171,059	18,362,501
Car loans account	75,096	93,306
Donations and Gifts account	48,777	121,103
	<u>22,294,932</u>	<u>18,576,910</u>
Payments		
General account	18,572,672	16,086,392
Car loans account	91,000	98,289
Donations and Gifts account	76,055	179,473
	<u>18,739,727</u>	<u>16,364,154</u>
Net receipts for the year	3,555,205	2,212,756
Bank deposits – start of year	<u>3,747,823</u>	<u>1,535,067</u>
Bank deposits – end of year	<u>7,303,028</u>	<u>3,747,823</u>
Represented by:		
General account	7,121,260	3,522,873
Car loans account	66,582	82,486
Donations and Gifts account	115,186	142,464
	<u>7,303,028</u>	<u>3,747,823</u>

The accompanying notes form an integral part of these financial statements

Approved on behalf of the Child Care Board.



Chairman



Director, Child Care Board

CHILD CARE BOARD

Statement of Receipts and Payments – General account

For the year ended 31 March, 2016

(expressed in Barbados dollars)

	Notes	2016 \$	2015 \$
Receipts			
Government grants		21,211,217	17,398,008
Day nursery fees		<u>959,842</u>	<u>964,493</u>
		<u>22,171,059</u>	<u>18,362,501</u>
Expenses			
Contingencies		20,195	17,692
Grants to individuals/foster Care		42,262	40,996
Maintenance of property	6	257,027	138,660
Other operating expenses	7	499,716	448,139
Staff costs	8	12,751,639	10,978,691
Plant, equipment and furniture	9	8,854	(1,053)
Professional services		198,346	86,448
Rental of property		239,700	239,700
Retiring benefits		2,490,926	2,348,242
Supplies and materials	10	1,181,610	1,211,427
Utilities		498,860	568,130
Other grants		<u>383,537</u>	<u>9,320</u>
		<u>18,572,672</u>	<u>16,086,392</u>
Net receipts (payments) for year			
Bank deposits – start of year		<u>3,522,873</u>	<u>1,246,764</u>
Bank deposits – end of year		<u>7,121,260</u>	<u>3,522,873</u>

The accompanying notes form an integral part of these financial statements

CHILD CARE BOARD

Statement of Receipts and Payments – Car loans account

For the year ended 31 March, 2016

(expressed in Barbados dollars)

	2016 \$	2015 \$
Receipts		
Loan repayments	75,096	93,306
Payments		
Loans to staff	<u>(91,000)</u>	<u>(98,289)</u>
Net (payments) receipts for the year	(15,904)	(4,983)
Bank deposits – start of year	<u>82,486</u>	<u>87,469</u>
Bank deposits – end of year	<u>66,582</u>	<u>82,486</u>

The accompanying notes form an integral part of these financial statements

CHILD CARE BOARD

Statement of Receipts and Payments – Donations and gifts account

For the year ended 31 March, 2016

(expressed in Barbados dollars)

	2016	2015
	\$	\$
Receipts		
Charitable donations	45,977	114,233
Other	<u>2,800</u>	<u>6,870</u>
	<u>48,777</u>	<u>121,103</u>
Payments		
Education and transportation	5,670	1,920
Donations	36,501	111,967
Equipment	-	2,895
Other	<u>33,884</u>	<u>62,691</u>
	<u>76,055</u>	<u>179,473</u>
Net (payment) for the year	(27,278)	(58,370)
Bank deposits – start of year	<u>142,464</u>	<u>200,834</u>
Bank deposits – end of year	<u>115,186</u>	<u>142,464</u>

The accompanying notes form an integral part of these financial statements

CHILD CARE BOARD

Notes to Financial Statements

For the year ended 31 March, 2016

(expressed in Barbados dollars)

1. Establishment

The Child Care Board (“the Organisation”) was established under the **Child Care Board Act 1981-34**.

2. Principal activities

The principal activities of the Organisation are:

- (a) To provide and maintain child care centres for the safe keeping of children in need of care and protection.
- (b) To provide counseling and other services for children in need of protection and for their parents and/or guardians.
- (b) To place children in foster homes and to supervise those children and their foster parents.

3. Basis of presentation

These financial statements have been prepared on the cash basis of accounting and are stated in Barbados dollars. **These financial statements and the notes to the financial statements are not prepared in accordance with International Financial Reporting Standards and do not reflect amounts for assets or liabilities at the year-end date that would normally be required to be disclosed in a Balance Sheet together with the applicable transactions in the Statement of Income.** Consequently, with the exception of the bank deposits, these financial statements cannot be relied on for any assurance in respect of the existence, valuation or completeness of any assets, liabilities or other accrued transactions of the Organisation, including, but not limited to the following:

- (a) Property, plant and equipment
- (b) Inventory
- (c) Accounts receivable and prepayments
- (d) Loans receivable
- (e) Accounts payable and accruals
- (f) Funds held in trust
- (g) Commitments and contingencies

CHILD CARE BOARD

Notes to Financial Statements

For the year ended 31 March, 2016

(expressed in Barbados dollars)

4. Car loans account

This account is used for disbursement and repayment of car loans approved for members of staff.

5. Donations and gifts account

This account is used for the deposit of monetary donations and the disbursement of such funds for the intended purposes, where applicable, and also for grants and donations to individuals and non-profit organizations at the discretion of Management.

6. Maintenance of property

	2016	2015
	\$	\$
Insurance – motor vehicle	-	11,791
Vehicle maintenance	34,413	27,451
Buildings and grounds	190,748	65,365
Equipment and furniture	31,866	34,053
	<u>257,027</u>	<u>138,660</u>

7. Other operating expenses

	2016	2015
	\$	\$
Staff costs – uniforms	67,760	32,378
Insurances	133,397	160,516
Training	19,358	-
Rent	8,750	-
Conferences	6,816	3,043
Medical examinations	10,046	7,828
Incidentals	166,814	179,239
Board fees	38,080	41,160
Child month	10,904	8,034
Computer technology	37,791	15,941
	<u>499,716</u>	<u>448,139</u>

CHILD CARE BOARD

Notes to Financial Statements

For the year ended 31 March, 2016

(expressed in Barbados dollars)

8. Staff costs

	2016	2015
	\$	\$
Administration/Coordination & Management (a)	1,442,878	1,494,057
Children's Homes/Residential Care (b)	4,825,159	4,782,062
Children's Day Care (c)	7,001,541	6,993,095
Intake of Child abuse (d)	818,590	809,888
Adoption and Foster Care (e)	<u>212,573</u>	<u>206,287</u>
	14,300,741	14,285,389
National Insurance (NIS) & PAYE	<u>1,081,010</u>	<u>821,839</u>
	15,381,751	15,107,228
NIS and PAYE unpaid and reversed at year end	<u>(2,630,112)</u>	<u>(4,128,537)</u>
	<u>12,751,639</u>	<u>10,978,691</u>

The NIS and PAYE is attributable to each staff costs line (a) to (e).

9. Plant, equipment and furniture

	2016	2015
	\$	\$
Administration	2,909	209
Homes (Residences)	3,202	(1,262)
Nurseries (Day Care)	<u>2,743</u>	<u>-</u>
	<u>8,854</u>	<u>(1,053)</u>

10. Supplies and materials

	2016	2015
	\$	\$
Provisions	867,153	909,761
Linen/Clothing	46,752	35,419
Educational	26,641	24,630
General	<u>241,064</u>	<u>241,617</u>
	<u>1,181,610</u>	<u>1,211,427</u>